

Samco Special Opportunities Fund

(An open-ended equity scheme following special situations theme)

Built on the **DISRUPTION** model



NFO Opens on

17/05/2024

NFO Closes on

31/05/2024

Samco Special Opportunities Fund is built on unique proprietary DISRUPTION model which has 10 distinct sub-strategies, each designed to uncover special situations within diverse themes. The fund capitalizes on market inefficiencies, aiming for long-term capital growth through undervalued or overlooked opportunities.

Special Situations: Warren Buffet's original strategy

Warren Buffett pioneered the concept of special situation investing and started early part of his career using special situation investing throughout his time managing Buffett Partnership Ltd, where he achieved 31.6% CAGR and beat the Dow by over 20% annually.[1]

In a 1963 letter to partners, Buffett outlined two key investment strategies that became significant components of his stock allocations throughout the partnership's existence.

Undervalued Generals

"Many times generals represent a form of 'coattail riding' where we feel the dominating stockholder group has plans for the conversion of unprofitable or under-utilized assets to a better use."

Workouts

"These are securities whose financial results depend on corporate action such as mergers, liquidations, reorganizations, spin-offs, etc. lead to work-outs."

[1] Source: Buffett Partnership Limited Letter dated Jan 22nd, 1969

What are special situations?

Special situations are like CATALYSTS in chemical compounds that speed up chemical reactions

The catalyst for a special situation may often involve events that cause change or dislocation in value, rather than the change in company itself. For example, litigation costs, a merger situation, spin-offs, shareholder activism, acquisitions, bankruptcy, changes in the capital structure or the effect of share buybacks. The defining feature of all these situations is that the window for investors to act is relatively short before the opportunity to profit disappears.

How special situations create wealth?

Special Situations
Trigger

Accelerated earnings
growth due to the
situation

Valuation multiple
re-rating due to change
in perceptions

Samco Special Opportunities Fund's Unique **DISRUPTION MODEL**

	Strategy	Catalyst for price appreciation triggered by underlying revenue / profit growth
D	Digitization	Megatrend of Digital adoption
I	Insider Mirror Trading	Riding behind actions of Insiders
S	Spin Offs & Corporate Actions	Value unlocking due to simplification
R	Reforms - Regulatory, Governmental	Accelerated growth & improving efficiencies
U	Undervalued Holding Companies	Mean reversion of Holdco discount
P	Premiumisation	Rising standards of living of consumers
T	Trends sustainable over time	Tailwinds due to behaviour shifts
I	Innovation & Technological Disruptions	Product/Channel, etc Innovation
O	Organised Shift	Rapid Growth due to unorganized shift
N	New & Emerging Sectors	Under-ownership & low discovery



Why **Samco Special Opportunities Fund?**

DISRUPTION Model

Unique Proprietary model for identifying special situations

Dynamic Flexibility

Portfolio of ideas across, sectors & situations without restrictions

Universe Agnostic

Special situations across market caps from Large to Microcaps




Tax Efficiency

Benefits of equity taxation

Diversification

Diversified portfolio across special situations, themes to mitigate risk

Scheme Features

NFO Period	17 th May 2024 to 31 st May 2024	Minimum Application Amount	₹5,000 and in multiples of ₹1/- thereafter
Type of Scheme	An open-ended equity scheme following special situations theme	Minimum Additional Application Amount	₹500 and in multiples of ₹1/- thereafter
Plans	Regular - Growth and Direct - Growth	Entry Load	Not Applicable
Exit Load	<ul style="list-style-type: none">• 2.00% If the investment is redeemed or switched out on or before 365 days from the date of allotment of units;• No Exit Load will be charged if investment is redeemed or switched out after 365 days from the date of allotment of units.		
Fund Managers	<div><div>Umeshkumar Mehta CIO and Fund Manager</div><div>Paras Matalia Fund Manager</div><div>Dhawal G. Dhanani Dedicated Fund Manager for Overseas Investments</div></div>		
Benchmark Index	NIFTY 500 TRI		

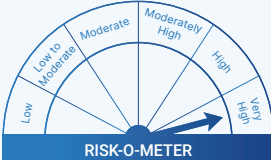
This product is suitable for investors who are seeking* :

- Long Term Capital Appreciation
- An actively managed thematic equity scheme that invests in stocks based on special situations theme

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

(The product labelling assigned during the New Fund Offer is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when actual investments are made)

Risk-o-meter



RISK-O-METER

Investors understand that their principal will be at very high risk